



General Assembly

Substitute Bill No. 5317

February Session, 2006

* HB05317CE_FIN031506 *

***AN ACT ESTABLISHING PILOT PROGRAMS EXEMPTING HUBZONE
BUSINESSES FROM THE SALES TAX.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective July 1, 2006*) (a) The Commissioner of
2 Economic and Community Development, in consultation with the
3 Commissioner of Revenue Services, shall establish three pilot
4 programs exempting from the application of the sales tax, imposed
5 under chapter 219 of the general statutes, purchases of tangible
6 personal property or services by certified HUBZone small businesses
7 located in an area that qualifies as an historically underutilized
8 business zone pursuant to Title VI (HUBZone Act of 1997) of the Small
9 Business Reorganization Act of 1997 (P.L. 105-135). The commissioner
10 shall establish one such pilot program in a municipality located in
11 Hartford county, one in a municipality located in Fairfield county and
12 one in a municipality located in New Haven county. The pilot
13 programs shall terminate on June 30, 2011.

14 (b) On or before October 1, 2007, and annually thereafter until
15 October 1, 2011, the commissioner shall submit a report to the joint
16 standing committees of the General Assembly having cognizance of
17 matters relating to economic and community development and
18 finance, revenue and bonding on the pilot programs established
19 pursuant to this section.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>July 1, 2006</i>	New section
-----------	---------------------	-------------

CE

Joint Favorable Subst. C/R

FIN